

#### State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

April 22, 2014

Rick Havenstrite Desert Hawk Gold Corporation 1290 Holcomb Avenue Reno, Nevada 89502

Subject: Partial Approval of Amended Notice of Intention to Commence Large Mining Operations,

Desert Hawk Gold Corporation, Kiewit Mine, M/045/0078, Tooele County, Utah

Dear Mr. Havenstrite:

The Division of Oil, Gas and Mining has reviewed the amendment to the Kiewit Notice of Intention to Commence Large Mining Operations (Notice) submitted on April 13, 2015. The following pages have been replaced in the Notice:

1. New Figures 3, 3A, 5, 12B, 13, 14, 15, 16, 17, and 19

These figures reflect a secondary crusher site B, and changes in the pregnant solution pond. These items have been stamped approved, and a copy is provided for your records. The revised reclamation cost estimate will be reviewed after these changes have been completed and concurrence is received from the BLM. Please keep the Notice current by submitting changes using Form MR-REV-att, which is located on the Division's web site at ogm.utah.gov. Also received are the following:

- 1. A page from the Kiewit Mine Project Environmental Assessment (EA). It is unclear if this is to be added to the EA or if it should go somewhere else. Please provide form MR-REV for this page.
- 2. A figure labeled as "Exploratory Drill Hole Locations." It is unclear if the figure is for information only, but approval for drilling on BLM land is to include approval from the BLM. Please provide more direction.

The approval of the amendment does not relieve an operator from his responsibility to comply with the applicable statutes, rules, regulations, and ordinances of all local, state and federal agencies with jurisdiction over any aspect of the operator's mining operations.



Page 2 of 2 Rick Havenstrite M/045/0078 April 22, 2015

The Division again reiterates the conditions included in the approval letter dated February 21, 2014:

- 1. Mining at the Clifton Shears will not exceed 20 feet in depth until the operator has completed additional rock characterization.
- 2. No mining may be done at the Yellow Hammer until the operator has completed rock characterization.
- 3. Mining at the Kiewit will include rock characterization as committed to in the NOI.
- 4. Backfilling and grading reclamation bond monies will not be released until the heap leach draw down has been completed.

The Division and Desert Hawk Gold have agreed that inconsistencies exist in the Notice of Intention to Commence Large Mining Operations (Notice) and that any inconsistencies that impact regulatory authority decisions will be decided by the Division.

Thank you for your cooperation in finalizing this permitting action. Please call Leslie Heppler at 801-538-5257 if you have any questions in this regard.

Sincerely,

Paul B. Baker

Minerals Program Manager

PBB: lah: mj

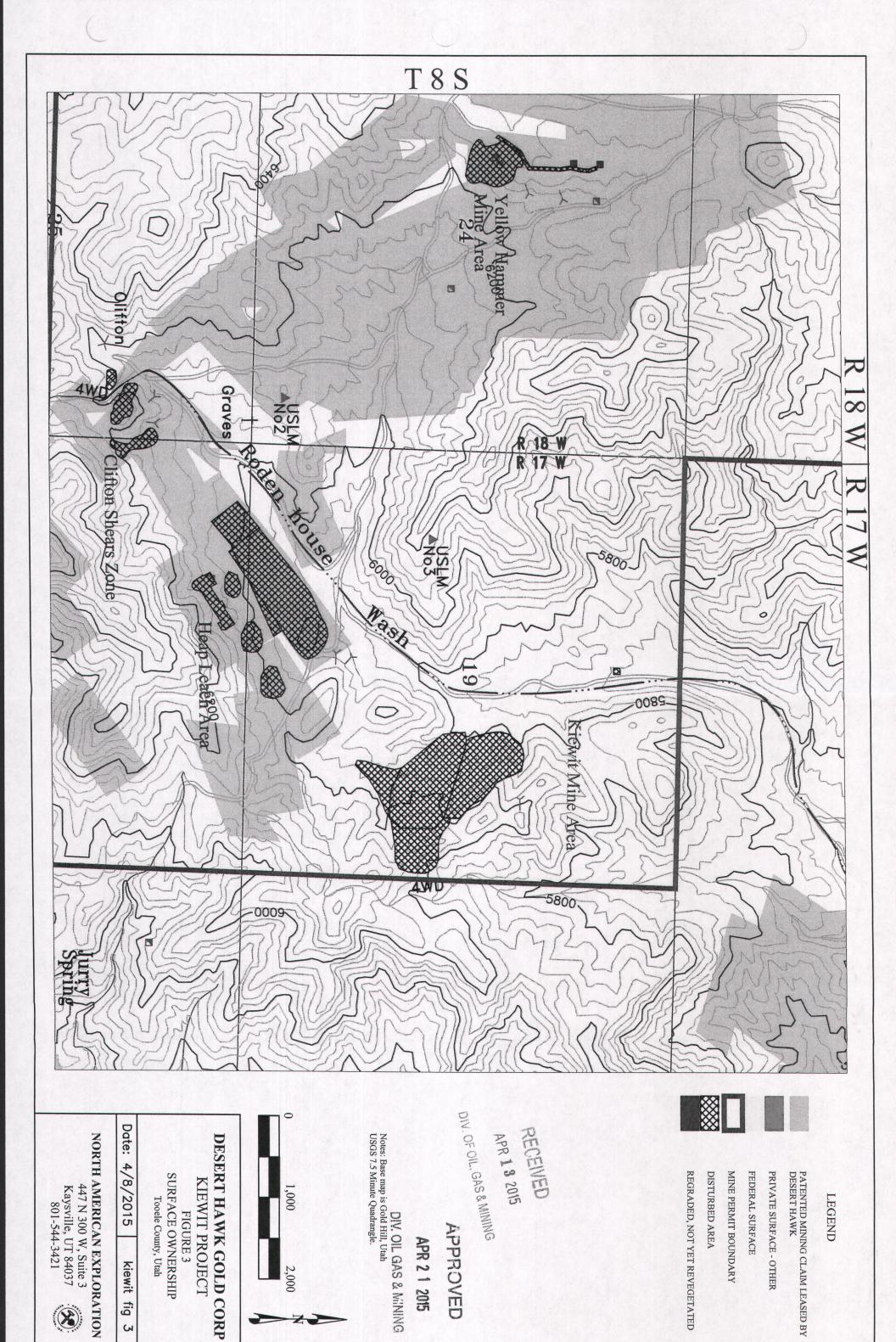
Enclosure: Approved pages

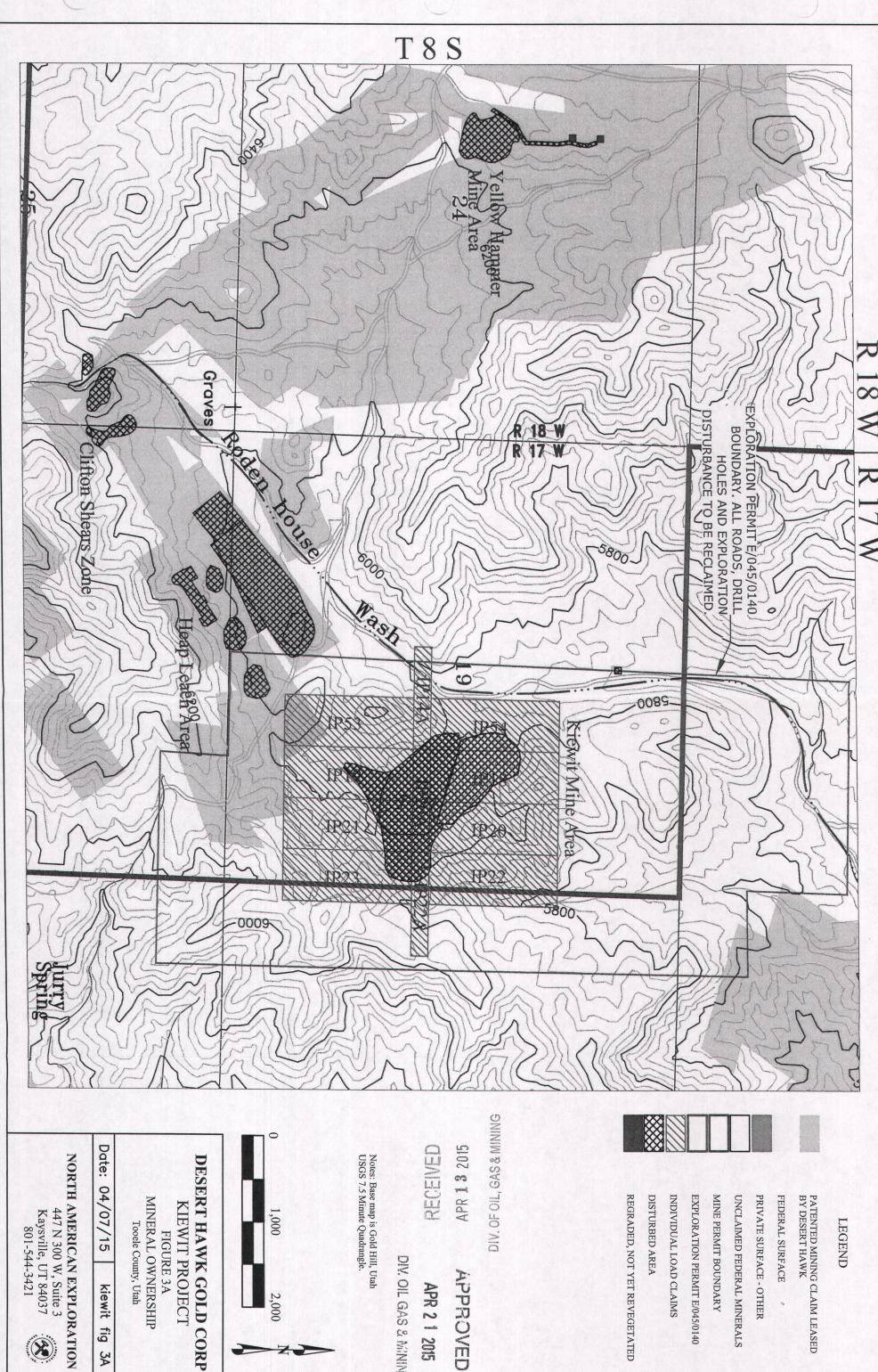
Woodrow Campbell, DEQ (WWCampbell@utah.gov)

Stephen Allen, Salt Lake BLM (SAllen@blm.gov)

Wendy Shubert, Tooele County (wshubert@co.tooele.ut.us)

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PATENTED MINING CLAIM LEASED BY DESERT HAWK

UNCLAIMED FEDERAL MINERALS

REGRADED, NOT YET REVEGETATED

APPROVED

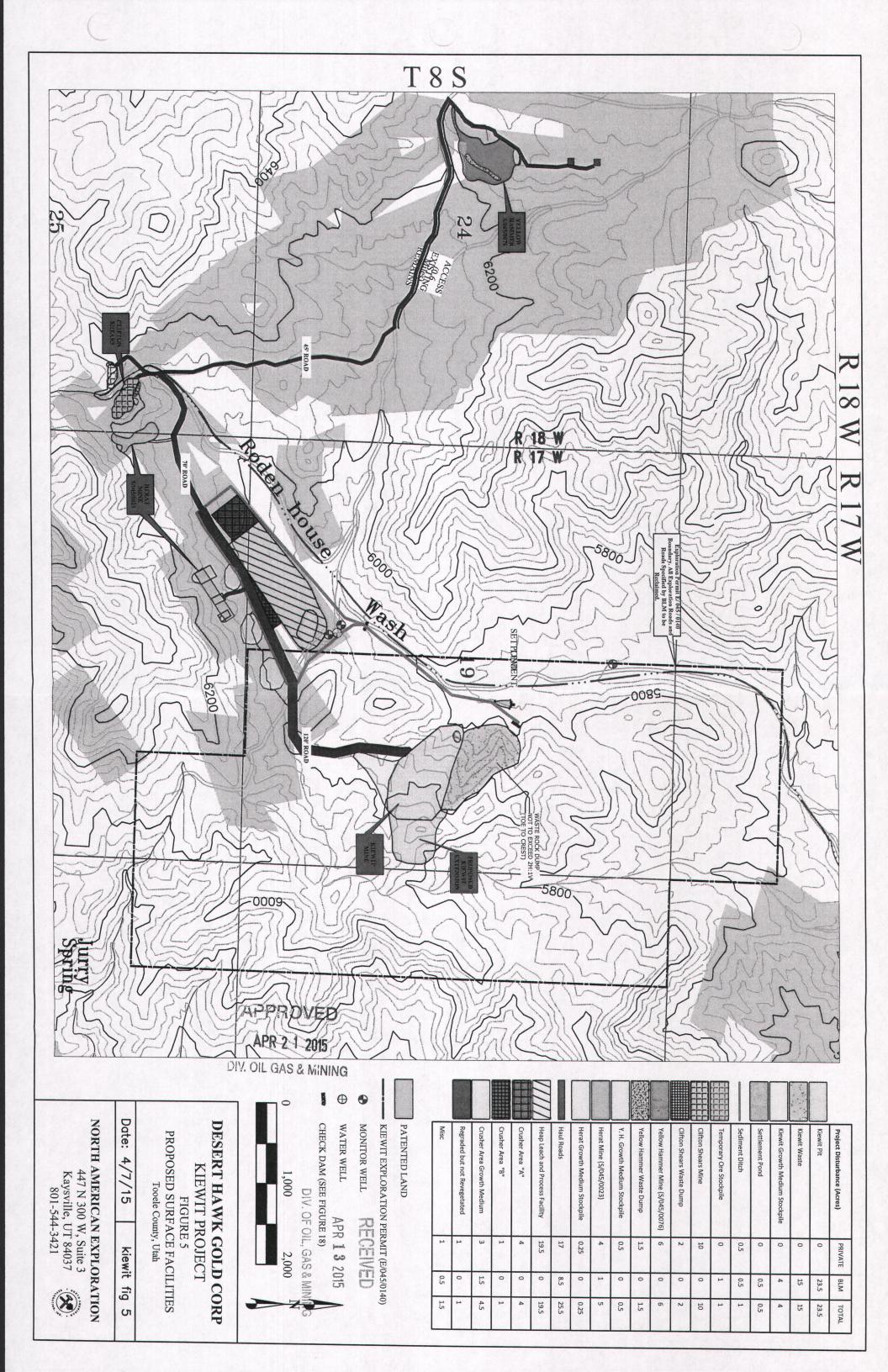
DIV. OIL GAS & MINING

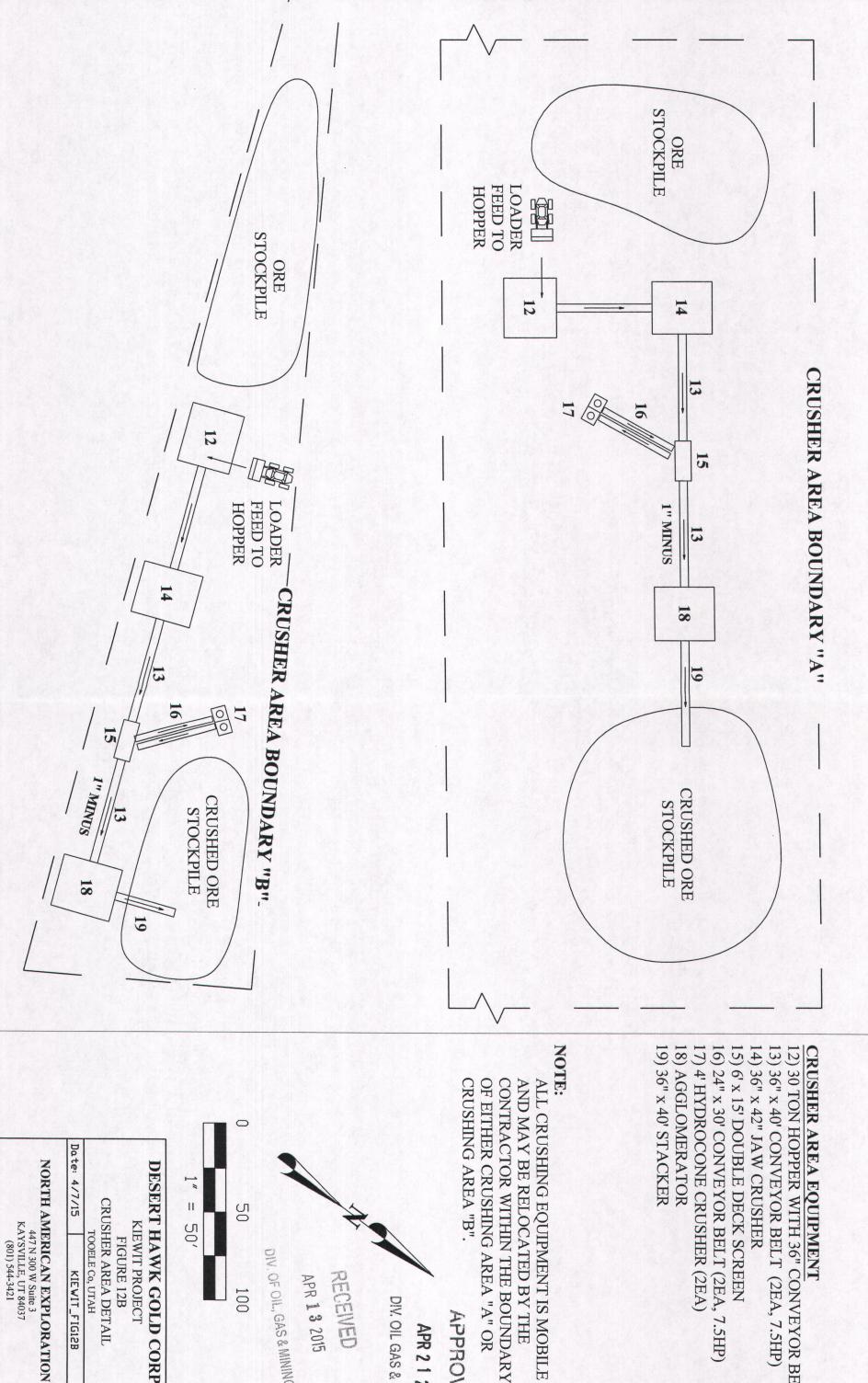
DESERT HAWK GOLD CORP KIEWIT PROJECT

kiewit fig

3A







# CRUSHER AREA EQUIPMENT

- 12) 30 TON HOPPER WITH 36" CONVEYOR BELT
- 13) 36" x 40' CONVEYOR BELT (2EA, 7.5HP)
- 14) 36" x 42" JAW CRUSHER
- 15) 6' x 15' DOUBLE DECK SCREEN
- 16) 24" x 30' CONVEYOR BELT (2EA, 7.5HP)
- 17) 4' HYDROCONE CRUSHER (2EA)

ALL CRUSHING EQUIPMENT IS MOBILE OF EITHER CRUSHING AREA "A" OR CRUSHING AREA "B". CONTRACTOR WITHIN THE BOUNDARY AND MAY BE RELOCATED BY THE

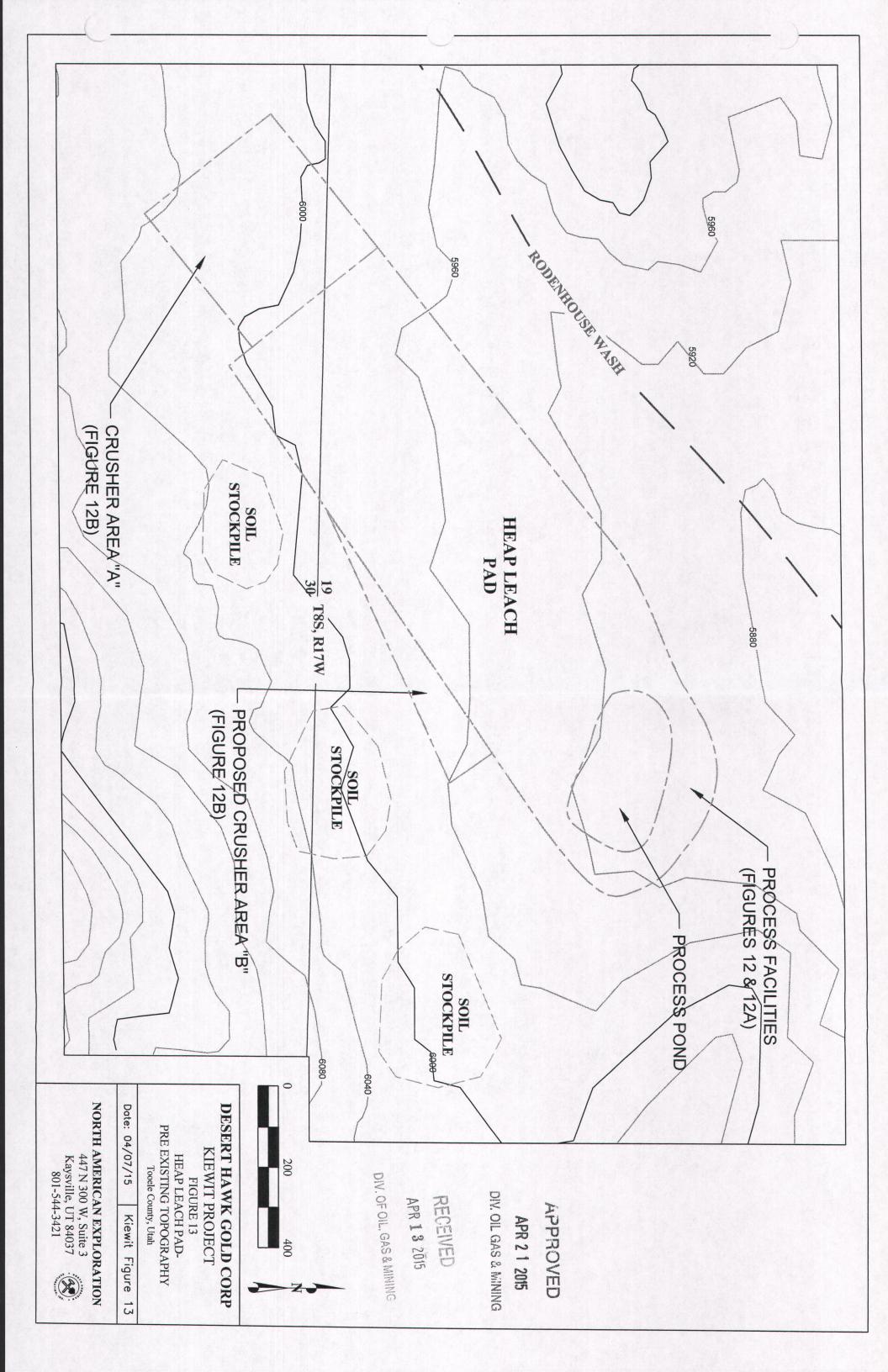
DIV. OF OIL, GAS & MINING RECEIVE APR 1 3 2015 DIV. OIL GAS & MINING APPROVED APR 2 1 2015

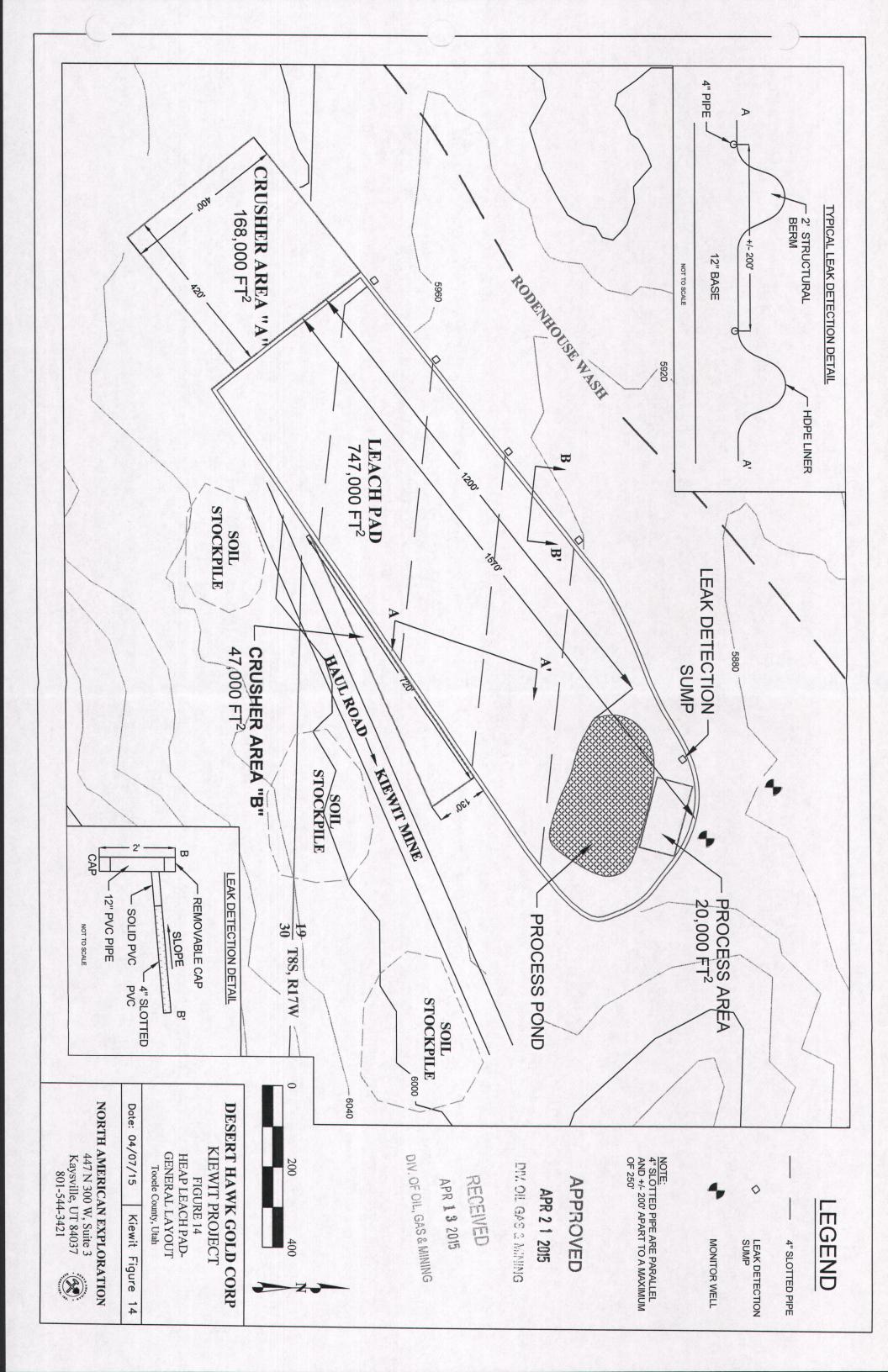
### **DESERT HAWK GOLD CORP** CRUSHER AREA DETAIL KIEWIT PROJECT TOOELE Co, UTAH FIGURE 12B KIEWIT\_FIG12B

447 N 300 W Suite 3 KAYSVILLE, UT 84037

(801) 544-3421

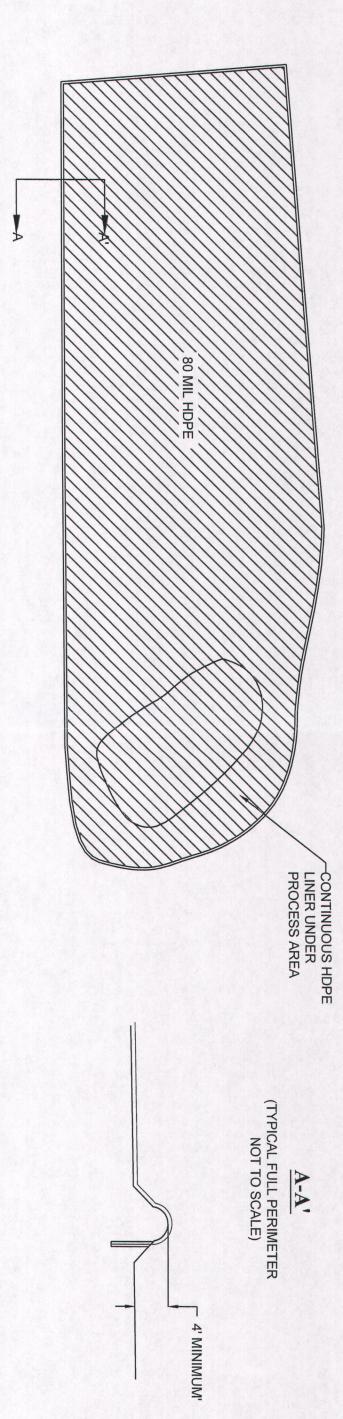
1'' = 50'





#### MAXIMUM SLOPE TO -HAVE SAFETY FACTOR OF 1.3 10' TO 20' LIFTS 10' -**CROSSING - DETAIL A** -80 MIL HDPE LINER SIDE VIEW PLAN VIEW 100' MAX HEIGHT (95% MOD PROCTOR) COMPACT SUB-BASE **ASTM 1557** POND -10' SET BACK OF HEAP MATERIAL -OVERLINER 4' MINUS 1" MATERIAL **NOTES: OVERLINER 4'** SUBSEQUENT LIFTS ARE CRUSHED ORE, CONDITIONS RUN OF MINE, DETAIL A ONE 4" ADS PIPE-DIV. OIL GAS & MINING BASED OF FIELD IS 1" MINUS CRUSHED ORE. 6' MINIMUM' -APPROVED APR 2 1 2015 NORTH AMERICAN EXPLORATION 447 N 300 W, Suite 3 Kaysville, UT 84037 801-544-3421 Date: 04/07/15 DESERT HAWK GOLD CORP HEAP LEACH PAD-ORE LOADING -SOLUTION DRAIN KIEWIT PROJECT DIV. OF OIL, GAS & MINING Tooele County, Utah FIGURE 15 APR 1 3 2015 飛船的 Kiewit Figure 15

## PLAN VIEW



APPROVED

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DIV. OF OIL, GAS & MINING



## DESERT HAWK GOLD CORP KIEWIT PROJECT

HEAP LEACH PAD-HDPE LINER Tooele County, Utah FIGURE 16

Date: 04/07/15

Kiewit Figure 16

NORTH AMERICAN EXPLORATION
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